



Title: I, Payroll/Personnel Manual

Chapter: 28, Section 2, Tax Formulas (TAXES)

Bulletin: TAXES 09–6, Boone and Kenton Counties, Kentucky, Income Tax Withholding

Date: February 6, 2009

To: Holders of TAXES (State of Kentucky only)  
Personnel User Groups  
T&A Contact Points in Kentucky

Beginning with wages paid for Pay Period 5, the National Finance Center (NFC) will make the following changes to the withholding of county income tax for Boone County and Kenton County, Kentucky:

- Boone County, Kentucky, will increase the maximum taxable wage base for the occupational tax from \$51,257 to \$54,128 and increase the maximum annual tax amount from \$410.06 to \$433.02.
- Kenton County, Kentucky, will increase the maximum taxable wage base for the occupational tax from \$102,000 to \$106,800 and increase the maximum annual tax amount from \$261.89 to \$267.16.

No action on the part of the employee or the personnel office is necessary.

To view the updated tax formula, go to NFC's Home Page ([www.nfc.usda.gov](http://www.nfc.usda.gov)) and click the **Publications** link at the top of the page. At the Publications page right-hand menu, click **Tax Formulas** and select the appropriate state from the map provided. Changes to the tax formula are identified by "►◄".

For questions about NFC processing, contact the Payroll/Personnel Call Center at **504–255–4630**.

JOHN S. WHITE, Acting Director  
Government Employees Services Division

# Kentucky Counties Income Tax Information

County Name	State/County Codes	County Tax Status
Boone	21/015	Duty Station/mandatory
Clay	21/051	Duty Station/voluntary
Jefferson	21/111	Duty Station/mandatory
Kenton	21/117	Duty Station/mandatory
Madison	21/151	Duty Station/mandatory
McCracken	21/145	Duty Station/mandatory

## Withholding Formula ►(Effective Pay Period 5, 2009)◄

1. Subtract the nontaxable biweekly Federal Employees Health Benefits payment from the gross biweekly wages.
2. Multiply the adjusted gross biweekly wages by 26 to obtain the gross annual wages.
3. Apply the gross annual wages to the following guideline to determine the annual Kentucky county income tax withholding.

### Compute the County Income Tax Withholding For:

### By Multiplying the Gross Annual Wages By:

	State/ County Codes	Resident Percentage	Nonresident Percentage	County Tax Status (Duty Station=DS Residence=R)
Boone	21/015	0.95 <sup>1</sup>	0.95 <sup>1</sup>	DS
Clay ( <i>voluntary</i> )	21/051	1.00	1.00	DS
Jefferson	21/111	2.20 <sup>2</sup>	1.45 <sup>2</sup>	DS
Kenton	21/117	0.7097 <sup>3</sup>	0.7097 <sup>3</sup>	DS
Madison	21/151	1.00	1.00	DS
McCracken	21/145	1.00	1.00	DS

<sup>1</sup> Maximum taxable wage base of ►\$54,128 (maximum annual tax of \$433.02)◄applies to the 0.8-percent occupational tax.

Maximum taxable wage base of \$16,666 (maximum annual tax of \$25) applies to the 0.15-percent Senior Citizen and Mental Health Tax.

<sup>2</sup> Employees subject to Louisville city income tax will not have county tax withheld.

<sup>3</sup> Maximum taxable wage base of ►\$106,800 (maximum annual tax of \$267.16)◄applies to the 0.7097-percent occupational tax.

4. Divide the annual Kentucky county income tax withholding by 26 to obtain the biweekly Kentucky county income tax withholding.